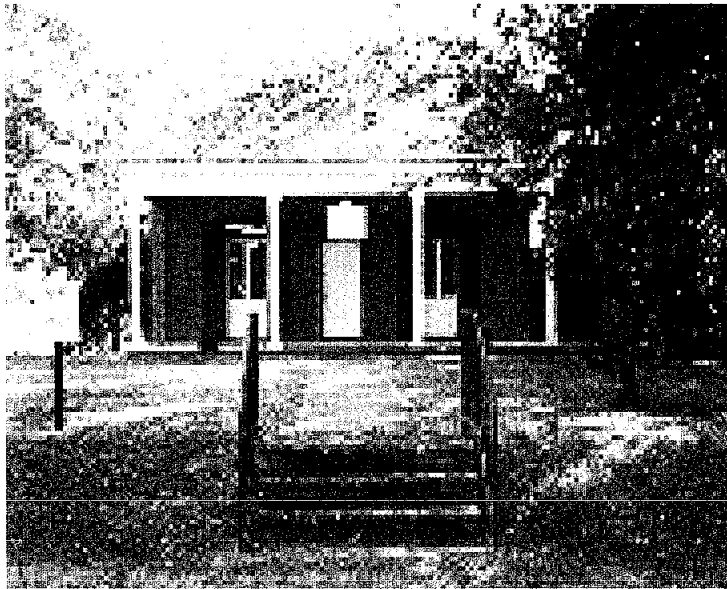


**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA**

ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2014



Old Feliciana Courthouse
(National Historic Landmark)
Jackson, Louisiana
Circa 1816

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2014**

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FINACIAL STATEMENTS

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INDEPENDENT AUDITORS' REPORT

Mr. J. R. Rouchon, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

We have audited the accompanying financial statements of the governmental activities and the aggregate remaining fund information of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the East Feliciana Parish Police Jury's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualified Opinion on Aggregate Remaining Fund Information

The financial statements referred to above do not include financial data for the East Feliciana Parish Police Jury's legally separate component units. Accounting principles generally accepted in the United States of America require financial data for those component units to be reported with the financial data of the East Feliciana Parish Police Jury's primary government unless the Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Police Jury has not issued such reporting entity financial statements. The amount by which this departure would affect the assets, liabilities, net position, revenues and expenses of the government-wide financial statements has not been determined.

Adverse Opinion on Aggregate Discretely Presented Component Units

In our opinion, because of the significance of the matter described in the preceding paragraph, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the East Feliciana Parish Police Jury as of December 31, 2014, or the changes in the financial position thereof for the year then ended.

Qualified Opinion on Aggregate Remaining Fund Information

In our opinion, because of the significance of the matter described in the "Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualified Opinion on Aggregate Remaining Fund Information", the financial statements referred to above do not present fairly, in all material respects, the financial position of the aggregate remaining fund information of the East Feliciana Parish Police Jury as of December 31, 2014, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the East Feliciana Parish Police Jury as of December 31, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters - Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

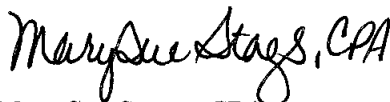
Other Matters – Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the East Feliciana Parish Police Jury's basic financial statements. The combining and individual non-major fund financial statements, schedules of compensation paid to governing members, compensation, benefits and other payments to agency head and subsequent budgets is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

This supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedules of compensation paid to governing members, compensation, benefits and other payments to agency head and subsequent budgets and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2015, on our consideration of the East Feliciana Parish Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the East Feliciana Parish Police Jury's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Mary Sue Stages, CPA". The signature is written in a cursive, flowing style.

Mary Sue Stages, CPA
A Professional Accounting Corporation
Baker, LA
June 22, 2015

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

As management of the East Feliciana Parish Police Jury (hereinafter referred to as the Police Jury), we offer readers of these financial statements this narrative overview and analysis of the financial activities of the Police Jury for the year ended December 31, 2014, based on currently known facts, decisions and/or conditions.

FINANCIAL HIGHLIGHTS

- ☒ The assets of the Police Jury exceeded its liabilities at the close of the most recent year by \$18,696,097 (net position), an increase of \$4,041,384 over the prior year.
- ☒ The Police Jury was able to secure more than \$2,670,000 in grants and other capital/operating contributions to assist in both operations and capital expenditures, specifically the overlay of roads and stabilization of bridges.
- ☒ There has been no debt incurred or none is anticipated in providing services to the parish.

OVERVIEW OF THE FINANCIAL STATEMENT PRESENTATION

These financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements present financial information for all activities of the Police Jury from an economic resource measurement focus using the accrual basis of accounting. These provide both short-term and long-term information about the Police Jury's overall financial status. They include a statement of net position and statement of activities.

Statement of Net Position. This statement presents information on all of the Police Jury's assets and deferred outflows of resources and liabilities and deferred inflows of resources with the difference between these reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether financial position is improving or not.

Statement of Activities. This statement presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. This statement is designed to show the Police Jury's financial reliance on general revenues.

The government-wide financial statements can be found on pages 12-14 of this report

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Police Jury, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Police Jury can be divided into two categories: governmental funds and fiduciary funds.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is short-term and the focus of the government-wide financial statements is long-term, it is useful to compare these two perspectives. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide reconciliation to the government-wide statements to facilitate the comparison between governmental activities and governmental funds.

The Police Jury maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the general, roads and bridges and the solid waste funds, all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental funds financial statements can be found on pages 16-20 of this report.

Fiduciary funds. Fiduciary funds report resources that are held for other parties that cannot be used to support the Police Jury's programs. Reporting for these types of funds is based on the flow of economic resources measurement focus and the accrual basis of accounting. The Police Jury maintains one type of fiduciary fund – agency funds. Agency funds are created to account for resources held on a temporary, purely custodial basis until such time, as determined by legal contract or circumstances, they are returned to their owner(s).

The fiduciary fund statement can be found on page 21 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes are indexed on page 23 and begin immediately afterwards.

Other Information. In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Police Jury's budgetary comparisons (compliance with its adopted and final revised budgets) for its major governmental funds.

The required supplementary information can be found immediately following the notes.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

The Police Jury also provides combining statements in connection with its non-major governmental funds that are aggregated for reporting in the fund financial statements as well as supplementary schedules that is presented immediately following the required supplementary information

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position, the amount that assets exceeded liabilities, was \$18,696,097 at the close of the year.

SUMMARY OF NET POSITION

	<u>2014</u>	<u>2013</u>
Assets:		
Current and other assets	\$ 8,050,449	\$ 8,072,306
Capital assets, net	<u>12,861,749</u>	<u>8,313,077</u>
Total Assets	20,912,198	16,385,383
Liabilities:		
Other liabilities	2,202,673	1,709,720
Long-term liabilities	<u>13,428</u>	<u>20,950</u>
Total Liabilities	<u>2,216,101</u>	<u>1,730,670</u>
Net Position:		
Net investment in capital assets	12,861,749	8,313,077
Restricted	4,857,564	3,915,345
Unrestricted	<u>976,784</u>	<u>2,426,291</u>
Total Net Position	<u>18,696,097</u>	<u>14,654,713</u>

The largest portion of the Police Jury's net position (69%) reflects its investment in capital assets (e.g. land, buildings, improvements, streets and bridges, equipment, vehicles and furniture), less any related debt used to acquire or construct those assets that are still outstanding. The Police Jury uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the Police Jury's net position (26%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of the unrestricted net position, if any, may be used to meet the government's on-going obligations to citizens and creditors.

During the current year, net position increased by \$4,041,384. This is an improvement over the prior year that realized a net increase of only \$1,525,903. The current year includes more than \$2,396,000 in capital grants and contributions that accounts for the majority of this increase.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

SUMMARY OF CHANGES IN NET POSITION

	<u>2014</u>	<u>2013</u>
Revenues:		
Charges for services	\$ 155,908	\$ 516,323
Grants and contributions:		
Operating	276,633	429,277
Capital	2,396,194	626,484
General revenues/transfers	<u>6,313,958</u>	<u>5,328,616</u>
Total Revenues	9,142,693	6,900,700
Expenses:		
General government	950,109	710,684
Culture and recreation	4,587	4,219
Economic development	9,588	9,208
Health and welfare	329,817	462,122
Public safety	1,169,097	893,112
Public works	<u>2,638,111</u>	<u>3,295,452</u>
Total Expenses	<u>5,101,309</u>	<u>5,374,797</u>
Change in Net Position	4,041,384	1,525,903
Net Position, beginning of year	<u>14,654,713</u>	<u>13,128,810</u>
Net Position, end of year	<u>18,696,097</u>	<u>14,654,713</u>

GOVERNMENTAL FUNDS BUDGETARY HIGHLIGHTS

General Fund revenues realized were \$182,748 more than the amount budgeted, but expenditures were \$51,323 more than budgeted amounts. Considering the negative variance of \$20,000 for net transfers, this fund closed the year with \$111,425 more in its fund balances than expected.

Roads & Bridges Fund received more and expended less than anticipated. This provided a decrease in fund balances of \$1,236,319 where a decrease of \$2,597,578 was expected.

Solid Waste Fund reported \$171,515 more in revenues than budgeted. Expenditures, in turn, were \$975 less than expected. The net result was a \$170,540 positive variance at year-end.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Police Jury's investment in capital assets, net of accumulated depreciation and related debt, for its governmental activities as of December 31, 2014 and 2013, totaled \$12,861,749 and \$8,313,077, respectively. This investment in capital assets includes land, buildings, improvements, streets and bridges, equipment, vehicles and furniture.

Major capital asset events during the current fiscal year included the following:

- ☒ Generators for emergency preparedness totaling more than \$44,000 as well as \$68,450 in equipment for security and emergency preparedness purposes;
- ☒ Heavy equipment costing more than \$254,000 to be utilized for maintenance of roads and ditches;
- ☒ More than \$316,000 in building renovations;
- ☒ Bridge replacement and street overlays amounting to approximately \$4,562,000

**CAPITAL ASSETS
Net of Accumulated Depreciation**

	<u>2014</u>	<u>2013</u>
Land	\$ 259,230	\$ 259,230
Buildings/improvements	5,374,785	5,265,888
Equipment/furniture	2,008,548	1,831,156
Streets/bridges	5,219,186	956,803
Total	<u>12,861,749</u>	<u>8,313,077</u>

Debt Administration. At the close of the current year, the Police Jury had no long-term debt obligations.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The 2015 budget anticipates lower revenues than those experienced in 2014, due primarily because of the completion of parish road overlay project. The grant funding will not be as significant in the subsequent year.

As a result, the expenditures of the general and roads and bridges funds are budgeted for less than the actual expenditures of 2014. The rising cost of solid waste disposal, however, is expected to increase the expenditures of that fund.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2014**

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the East Feliciana Parish Police Jury's finances, comply with finance-related laws and regulations and demonstrate the Police Jury's commitment to public accountability. Any questions or requests for additional information can be obtained by Mr. J. R. Rouchon, East Feliciana Parish Police Jury, P. O. Box 427, Clinton, Louisiana 70722, (225) 683-3100.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF NET POSITION
DECEMBER 31, 2014**

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 5,002,609.61
Receivables, net	1,124,824.82
Due from other funds	1,831,042.50
Due from other governmental agencies	91,971.96
Capital assets, net	<u>12,861,749.24</u>
Total Assets	20,912,198.13
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
	-
 <u>LIABILITIES</u>	
Accounts payable	735,676.08
Due to other funds	1,464,267.57
Due to other governmental agencies	2,729.05
Compensated absences	<u>13,428.00</u>
Total Liabilities	2,216,100.70
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
	<u>-</u>
 <u>NET POSITION</u>	
Net investment in capital assets	12,861,749.24
Restricted for:	
Health unit operations/maintenance	872,066.00
Homeland security/emergency preparedness	47,484.38
Solid waste management	3,938,013.98
Unrestricted	<u>976,783.83</u>
Total Net Position	<u><u>18,696,097.43</u></u>

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2014**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenues(Expenses)</u>
		<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Governmental</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Activities</u>
Governmental Activities					
General government	\$ 950,109.55	\$ 9,207.11	\$ 6,729.26	\$ -	\$ (934,173.18)
Culture and recreation	4,586.94	-	-	-	(4,586.94)
Economic development	9,587.67	-	-	-	(9,587.67)
Health and welfare	329,817.02	-	132,152.00	-	(197,665.02)
Public safety	1,169,097.24	146,700.56	137,752.09	259,734.70	(624,909.89)
Public works	2,638,111.11	-	-	2,136,459.24	(501,651.87)
Total Governmental Activities/Primary Government	5,101,309.53	155,907.67	276,633.35	2,396,193.94	(2,272,574.57)
General Revenues and Transfers					
Intergovernmental revenues					406,135.50
Taxes:					
Ad valorem					836,005.30
Severance					420,876.36
Sales					4,076,159.50
Franchise fees					10,173.51
Insurance rebates					85,614.52
Licenses and permits					300,353.89

Continued

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF ACTIVITIES (Continued)
YEAR ENDED DECEMBER 31, 2014**

	<u>Net Revenues(Expenses)</u>
	<u>Governmental Activities</u>
Fines and forfeitures	\$ 85,501.98
Rents and other fees	99,708.18
Interest earned	1,095.07
Other revenues (expenses)	<u>(7,665.45)</u>
Total General Revenues and Transfers	<u>6,313,958.36</u>
Change in Net Position	4,041,383.79
Net Position, beginning	<u>14,654,713.64</u>
Net Position, ending	<u><u>18,696,097.43</u></u>

See Accompanying Notes and Independent Auditors' Report

FUND FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash and cash equivalents	\$ 810,939.55	\$ 1,278,350.01	\$ 2,485,602.74	\$ 427,717.31	\$ 5,002,609.61
Receivables, net:					
Accounts	-	-	-	12,336.64	12,336.64
Taxes	396,124.82	-	284,115.73	432,247.63	1,112,488.18
Due from other funds	268,988.48	287,054.02	1,275,000.00	-	1,831,042.50
Due from other govt agencies	19,747.00	44,917.96	-	27,307.00	91,971.96
TOTAL ASSETS	1,495,799.85	1,610,321.99	4,044,718.47	899,608.58	8,050,448.89
<u>LIABILITIES</u>					
Accounts payable	69,255.20	581,663.58	84,757.30	-	735,676.08
Due to other funds	14,435.04	1,275,000.00	21,947.19	152,885.34	1,464,267.57
Due to other govt agencies	-	-	-	2,729.05	2,729.05
Total Liabilities	83,690.24	1,856,663.58	106,704.49	155,614.39	2,202,672.70
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	47,055.21	-	-	26,280.13	73,335.34
<u>FUND BALANCES (DEFICIT)</u>					
Restricted for:					
Health unit oper/maintenance	-	-	-	845,785.87	845,785.87
Homeland security	45,514.34	-	-	-	45,514.34
Solid waste management	-	-	3,938,013.98	-	3,938,013.98
Committed for:					
Road improvements	-	(246,341.59)	-	-	(246,341.59)
Coroner/court operations	-	-	-	(128,071.81)	(128,071.81)
Claims and judgements	45,500.00	-	-	-	45,500.00
Unassigned	1,274,040.06	-	-	-	1,274,040.06
Total Fund Balances (Deficit)	1,365,054.40	(246,341.59)	3,938,013.98	717,714.06	5,774,440.85
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICIT)	1,495,799.85	1,610,321.99	4,044,718.47	899,608.58	8,050,448.89

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
DECEMBER 31, 2014**

Total Fund Balances - Total Governmental Funds	\$ 5,774,440.85
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	12,861,749.24
Levied taxes delinquent at year-end are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.	73,335.34
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(13,428.00)</u>
Total Net Position - Governmental Activities	<u><u>18,696,097.43</u></u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2014**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>					
Intergovernmental	\$ 78,621.00	\$ 286,564.50	\$ -	\$ 40,950.00	\$ 406,135.50
Taxes:					
Ad valorem	348,038.68	-	-	414,631.28	762,669.96
Severance	420,876.36	-	-	-	420,876.36
Sales	593,130.28	1,708,045.67	1,774,983.55	-	4,076,159.50
Franchise fees	10,173.51	-	-	-	10,173.51
Insurance rebates	85,614.52	-	-	-	85,614.52
Licenses and permits	294,803.89	5,550.00	-	-	300,353.89
Charges for services	155,907.67	-	-	-	155,907.67
Fine and forfeitures	-	-	-	85,501.98	85,501.98
Rents and other fees	99,708.18	-	-	-	99,708.18
Grants and other contributions	2,672,827.29	-	-	-	2,672,827.29
Interest earned	182.69	424.10	405.77	82.51	1,095.07
Other revenues	29,377.17	8,457.38	-	-	37,834.55
Total Revenues	4,789,261.24	2,009,041.65	1,775,389.32	541,165.77	9,114,857.98
<u>EXPENDITURES</u>					
General government	724,777.95	-	-	-	724,777.95
Culture and recreation	4,586.94	-	-	-	4,586.94
Economic development	9,587.67	-	-	-	9,587.67
Health and welfare	187,444.75	-	-	142,372.27	329,817.02
Public safety	946,623.22	-	-	129,354.31	1,075,977.53
Public works	45,251.55	1,029,276.82	1,179,885.00	-	2,254,413.37
Debt service	16,548.42	-	-	-	16,548.42
Capital outlay	2,563,046.90	2,687,774.78	-	-	5,250,821.68
Total Expenditures	4,497,867.40	3,717,051.60	1,179,885.00	271,726.58	9,666,530.58
Excess (Deficiency) of Revenues over Expenditures Before Other Financing Sources (Uses)	291,393.84	(1,708,009.95)	595,504.32	269,439.19	(551,672.60)

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2014**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers, net	\$ (523,691.21)	\$ 471,691.21	\$ -	\$ 52,000.00	\$ -
Claims	(45,500.00)	-	-	-	(45,500.00)
Total Other Financing Sources (Uses)	(569,191.21)	471,691.21	-	52,000.00	(45,500.00)
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(277,797.37)	(1,236,318.74)	595,504.32	321,439.19	(597,172.60)
Fund Balances (Deficit), beginning	1,642,851.77	989,977.15	3,342,509.66	396,274.87	6,371,613.45
Fund Balances (Deficit), ending	1,365,054.40	(246,341.59)	3,938,013.98	717,714.06	5,774,440.85

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2014**

Change in Fund Balances - Total Governmental Funds	\$ (597,172.60)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation charged.	4,548,672.63
Debt service for long-term liabilities requires the use of current financial resources and, therefore, is recognized as an expense in the funds.	16,548.42
Revenues in the government-wide statement of activities that do not provide current financial resources are not reported as revenues in the funds.	<u>73,335.34</u>
Change in Net Position - Governmental Activities	<u><u>4,041,383.79</u></u>

**EAST FELICIANA PARISH POLICY JURY
CLINTON, LOUISIANA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2014**

	<u>Library Tax</u>	<u>Sales Tax</u>	<u>Totals</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 14,965.23	\$ 49.69	\$ 15,014.92
Receivables, net of uncollectible amounts	338,834.79	568,231.46	907,066.25
TOTAL ASSETS	353,800.02	568,281.15	922,081.17
<u>LIABILITIES</u>			
Liabilities:			
Due to other funds	-	366,774.93	366,774.93
Due to other governmental agencies	353,800.02	201,506.22	555,306.24
Total Liabilities	353,800.02	568,281.15	922,081.17
<u>NET ASSETS</u>			
Restricted	-	-	-
TOTAL LIABILITIES AND NET ASSETS	353,800.02	568,281.15	922,081.17

See Accompanying Notes and Independent Auditors' Report

NOTES TO THE FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

INTRODUCTION

The East Feliciana Parish Police Jury is the governing authority for East Feliciana Parish and is a political subdivision of the State of Louisiana. Nine jury members, representing the individual districts within the parish, govern the Police Jury. They serve four-year terms and are paid for their services.

Louisiana Revised Statute 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the power to make regulations for its own governments; to regulate the construction and maintenance of roads, bridges and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the parish. Funding is provided primarily by ad valorem, sales and other taxes (82%). The area of East Feliciana Parish includes 455 square miles wherein 288 miles of roads are maintained. The population is 21,360 persons, and the Police Jury employs 37 persons.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Police Jury conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of La. Revised Statute 24:513 and to the guidelines set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Governmental Accounting Standards Board (GASB) Statement No. 14, *The Reporting Entity*, establishes criteria for determining the reporting entity and its component units. Under provisions of this statement, the Police Jury is considered a primary government, since it is a special purpose government that has a separately-elected governing body, is legally separate and is fiscally independent of other state or local governments. This report includes the financial position and activity of the primary government only. It does not include all funds that are controlled by or dependent on the Police Jury's executive or legislative branches (Parish Manager and/or Police Jury). Control by or dependence on the Police Jury was determined on the basis of oversight responsibility, including accountability for fiscal and budgetary matters, designation of management or governing authority and authority to issue debt.

Component units for which financial statements are issued separately from the Police Jury include the (1) Audubon Regional Library; (2) Gas Utility Districts No. 1 and 2; (3) East Feliciana Council on Aging; (4) East Feliciana Parish Sheriff; (5) East Feliciana Parish Clerk of Court; (6) East Feliciana Tax Assessor; (7) 20th Judicial District Attorney; (8) East Feliciana Parish Fire Protection District and (9) East Feliciana Parish Emergency Communications Commission.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Government-wide Accounting: In accordance with Government Accounting Standards Board Statement No. 34, the Police Jury has presented a statement of net position and statement of activities for the Police Jury as a whole. These statements include the primary government with the exception of fiduciary funds. Those funds are reported separately. Government-wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity. Government-wide statements distinguish between governmental and business-type activities.

Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Inter-fund receivables and payables are eliminated in the statement of net position except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses from one function to another or within the same function is eliminated in the statement of activities. Allocated expenses are reported by the function to which they were allocated.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized. Infrastructure assets such as roads and bridges are also capitalized. Capital assets are recorded at their historical cost or estimated cost where historical cost is unavailable and are depreciated using the straight-line or modified accelerated recovery cost system methods of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the statement of net position.

Using the requirements of GASB Statement No. 34, the Police Jury is considered a Phase 3 government as total annual revenues is less than \$10 million. Such governments were not required to report major general infrastructure assets retroactively. The Police Jury opted not to retroactively report these types of capital assets.

Program Revenues

The statement of activities presents three categories of program revenues – (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the Police Jury. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are reserved for a specific use.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Indirect Expenses

Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the Police Jury has chosen not to do so.

Operating Revenues

Proprietary funds separately report operating and non-operating revenues. The Police Jury does not have any proprietary funds and, therefore, does not recognize operating revenues.

Restricted Net Position

Restricted net position is that for which a constraint has been imposed either externally or by law. The Police Jury recognizes the use of restricted resources for expenditures that comply with the specific restrictions. Restricted resources are exhausted before unrestricted resources are used.

Fund Accounting: The Police Jury uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate entity with a self-balancing set of accounts. Funds of the Police Jury are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the Police Jury's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General Fund - is the general operating fund of the Police Jury which accounts for all financial resources except those required to be accounted for in other funds; and
2. Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Fiduciary Funds: Fiduciary funds account for resources held in trust for other parties. As such, the Police Jury has no equity in these funds. They utilize the flow of economic resources measurement focus and the accrual basis of accounting. Fiduciary funds include:

1. Agency Funds – accounts for assets that do not belong to the Police Jury and cannot be used to finance the Police Jury's own operating programs.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Basis of Accounting/Measurement Focus: In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying statements have been prepared in accordance with such principles.

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus refers to the type of resources being measured such as current financial or economic resources. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the time of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. In these statements, capital assets are reported and depreciated in each fund, and long-term debt is reported.

Governmental fund financial statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Police Jury considers revenues to be available if they are collected within 60 days of year-end. Expenditures are recorded when a liability is incurred, but debt service expenditures are recorded only when payment is due. Capital asset acquisitions are reported as expenditures, and the issuance of long-term debt is reported as other financial sources.

Budgets and Budgetary Accounting: Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general fund and all special revenue funds with the exception of the criminal court fund. It is exempt from the requirements of the Local Government Budget Act.

The Police Jury uses the following budget practices:

The finance committee prepares a proposed budget for the ensuing year and submits it to the Police Jurors. The availability of the proposed budget for public inspection and the date of the public hearing are advertised in the official journal which can be no later than December 15th.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

During a regular meeting, the Police Jury holds a public hearing on the proposed budget in order to allow public participation. Changes are made based on the public hearing, if necessary, and the desires of the Police Jury as a whole. The budget is then adopted during a regular meeting, and notice is published in the official journal. Amendments adopted by the Jurors are included in the minutes and published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions, it has the authority to make amendments when needed. Budgeted amounts shown are as originally adopted and as amended.

All budgetary appropriations lapse at year-end. Unexpected appropriations must be re-appropriated in the next year's budget to be expended.

Cash and Cash Equivalents: Cash includes amounts in demand deposits, interest bearing demand deposits and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under State law, the Police Jury may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. For purposes of the statement of cash flows, the Police Jury considers all investments with maturities of less than 90 days to be cash and cash equivalents.

Investments: Investments are limited by Louisiana R.S. 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings. The Police Jury did not have any investments at December 31, 2014.

Inventory: Inventories are reported at cost when purchased. Inventory of the Police Jury includes only office supplies, the amount of which is considered immaterial. Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements as a current asset.

Receivables: Revenues become susceptible to accrual when they become both measurable and available. Trade and property tax receivables are recorded at net of an allowance for uncollectible accounts. This allowance involves management's estimate of the amount that is expected to be collected based in part on historical information. The property tax receivable allowance is equal to 13% of assessed value at year-end.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Capital Assets: The Police Jury's assets are recorded at historical cost or estimated cost if historical cost is not available. Donated assets are valued at their estimated fair value on the date of donation. Capitalization thresholds are defined as assets with a cost of \$2,500 or more per unit. The basic approach is utilized when reporting infrastructure expenditures for governmental activities.

Depreciation is recorded using the straight-line method or the modified accelerated recovery cost system over the estimated useful lives of the assets as follows:

Buildings	40 years	Vehicles	5 years
Equipment	5-10 years	Infrastructure	40-50 years
Furniture/Computers	7 years		

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position may report a separate section for deferred outflows of resources. This financial statement element represents a consumption of net position that applies to future period(s) and so will not be recognized as an expenditure until then. The Police Jury does not have any deferred outflows of resources.

In addition to liabilities, the statement of net position or balance sheet may report a separate section for deferred inflows of resources. This financial statement element represents an acquisition of net position that applies to future period(s) and so will not be recognized as a revenue until that time. The Police Jury has one item that qualifies for reporting in this category resulting from unavailable property tax revenues reported under the modified accrual basis of accounting.

Compensated Absences: The Police Jury allows annual leave to its regular full-time employees based on length of service (1 week after 1 year of service; 2 weeks after 2 years; 3 weeks after 5 years and 4 weeks after 10 years). This benefit changes slightly for hourly employees (1 week after 1 year of service; 2 weeks after 3 years; 3 weeks after 6 years and 4 weeks after 12 years). No leave is earned, however, while on suspension or leave without pay status. Annual leave may be carried over to the next calendar year. Employees are not paid for their unused annual leave at year-end, but are paid for accumulated, unused leave upon termination.

Long-Term Obligations: In the government-wide financial statements, debt principal payments of governmental activities are reported as decreases in the balance of the liability on the statement of net position. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

Net Position/Fund Balances: In the statement of net position, the difference between a government's assets, deferred outflows of resources, liabilities and deferred inflows of resources is recorded as net position. The three components of net position are as follows:

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Net Investment in Capital Assets

This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

In the Balance Sheet of governmental funds, fund balances are segregated as follows:

Non-spendable

This includes amounts in permanent funds and inventories that are permanently precluded from conversion to cash.

Restricted

Fund balances that are restricted include those resources constrained to a specific purpose by enabling legislation, external parties or constitutional provisions.

Committed

Fund balances may be committed for a specific purpose by the highest level of decision making authority through a formal action such as the adoption of an ordinance. The removal of or change in this commitment can only be accomplished by the same level of authority through the same type of action taken to commit the fund balances initially.

Assigned

Resources earmarked for a specific purpose by a government's management are reported as assigned fund balances.

Unassigned

This category represents that portion of equity that is available for any purpose.

Inter-fund Transactions: All inter-fund transactions except quasi-external transactions, are reported as operating transfers. These are eliminated in the government-wide statements.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 2 - CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3. The Police Jury does not have any cash and cash equivalents exposed to custodial credit risk.

The cash and cash equivalents on hand at December 31, 2014, are as follows:

Demand deposits	\$ 110,819.73
Interest-bearing demand deposits	<u>4,891,789.88</u>
Total	<u>5,002,609.61</u>

NOTE 3 - RECEIVABLES

The net receivables, with the exception of inter-fund and inter-governmental transactions, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Accounts	\$.00	\$ 12,336.64	\$ 12,336.64
Taxes	<u>396,124.82</u>	<u>716,363.36</u>	<u>1,112,488.18</u>
Total	<u>396,124.82</u>	<u>728,700.00</u>	<u>1,124,824.82</u>

NOTE 4 – LEVIED TAXES

Property Taxes. Property taxes are levied on or about October 1st for the current year and invoiced/collected by the East Feliciana Parish Sheriff. Taxes are due by December 31st following the levy date and are considered delinquent after the due date. The general, health unit and library funds benefit from authorized and levied ad valorem taxes on property located within the parish, (1) General Fund – 2.77 mills excepting the Town of Jackson which is 1.38; (2) Health Unit Fund – 3.00 mills; and (3) Library Fund – 2.50 mills.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Sales Taxes. The Police Jury receives the following sales taxes approved by the voters of the parish: (1) 1% designated for roads and bridges; (2) 1% designated for solid waste management; and (3) 1% split between the general and roads and bridges funds. There is an agreement with the East Feliciana Parish School Board to collect the sales taxes of the parish for a stipulated fee. The School Board remits the Police Jury's portion on a monthly basis.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014, is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital Assets, not being depreciated				
Land	\$ 259,230.00	\$.00	\$.00	\$ 259,230.00
Capital Assets, being depreciated				
Buildings	9,627,258.63	316,312.51	.00	9,943,571.14
Less: accumulated depreciation	<u>4,361,370.50</u>	<u>207,415.32</u>	<u>.00</u>	<u>4,568,785.82</u>
Net Buildings	5,265,888.13	108,897.19	.00	5,374,785.32
Equipment/Vehicles	4,182,495.28	372,417.55	.00	4,554,912.83
Less: accumulated depreciation	<u>2,351,340.02</u>	<u>195,024.84</u>	<u>.00</u>	<u>2,546,364.86</u>
Net Equipment/Vehicles	1,831,155.26	177,392.71	.00	2,008,547.97
Streets/Bridges	1,342,103.17	4,562,091.62	.00	5,904,194.79
Less: accumulated depreciation	<u>385,299.95</u>	<u>299,708.90</u>	<u>.00</u>	<u>685,008.85</u>
Net Furniture and Fixtures	<u>956,803.22</u>	<u>4,262,382.72</u>	<u>.00</u>	<u>5,219,185.94</u>
Capital Assets, being depreciated, net	<u>8,053,846.62</u>	<u>4,548,672.62</u>	<u>.00</u>	<u>12,602,519.24</u>
Capital Assets, net	<u>8,313,076.62</u>	<u>4,548,672.62</u>	<u>.00</u>	<u>12,861,749.24</u>

Depreciation expense was charged to governmental functions as follows:

General government	\$ 225,331.60
Public safety	93,119.71
Public works	<u>383,697.74</u>
Total	<u>702,149.05</u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 6 - ACCOUNTS AND OTHER PAYABLES

The payables, with the exception of inter-fund and inter-governmental transactions, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Accounts - trade	\$ 69,255.20	\$ 666,420.88	\$ 735,676.08

NOTE 7 - COMPENSATED ABSENCES

Computed in accordance with GASB Codification Section C60, employees of the Police Jury had accumulated and vested \$13,428 of employee leave benefits at December 31, 2014. Governmental activities record these benefits in the statement of net position. This amount is not included in the fund financial statements for the general fund.

NOTE 8 – RETIREMENT SYSTEM

Substantially all employees of the Police Jury are members of the Parochial Employees Retirement System of Louisiana, a multiple-employer, public employee retirement system (PERS) controlled and administered by a separate board of trustees. All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds are eligible to participate. Contributions of participating agencies are pooled within the System to fund accrued benefits, with contribution rates approved by the Louisiana Legislature.

The System is composed of two distinct plans – Plan A and Plan B – with separate assets and benefit provisions. All participants are members of Plan A. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service or at or after age 55 with at least 25 years of creditable service are entitled to retirement benefits, payable monthly for life, equal to 3% of their final average salary in excess of \$100 for each year of creditable service. Furthermore, employees with at least 10 years of creditable service but less than 30 years may take early retirement benefits commencing at or after age 60, with the benefit reduced 3% for each year retirement precedes age 60. In any case, monthly retirement benefits paid under Plan A cannot exceed the lesser of 100% of final-average salary or \$70 multiplied by total years of creditable service.

Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The system also provides death and disability benefits. The same statute establishes these benefits.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Funding Policy: Contributions to the system include $\frac{1}{4}$ of 1% of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge. These tax dollars are divided between Plans A and B, based proportionately on the salaries of the active members of each plan. State statutes require covered employees to contribute a percentage of their salaries to the system. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. Plan members are required to contribute 9.50% of their annual covered salary and the Police Jury is required to contribute 16.72% of annual covered payroll. The Police Jury's contributions to the System for the years ending December 31, 2014, 2013 and 2012, were \$143,426, \$160,254 and \$116,598, respectively, equal to the required contributions for each year. Under present statutes, the Police Jury does not guarantee the benefits granted by the system.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, P. O. Box 14619, Baton Rouge, Louisiana 70898.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS

The Police Jury does not offer any post-employment benefits to its employees upon retirement.

NOTE 10 – INTER-FUND TRANSACTIONS

Amounts due to/from other funds within the Police Jury are as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 268,988.48	\$ 14,435.04
Special Revenue Funds:		
Roads & Bridges	287,054.02	1,275,000.00
Solid Waste	1,275,000.00	21,947.19
Criminal Court	.00	144,995.94
Health Unit	.00	7,889.40
Fiduciary Funds:		
Sales Tax	.00	366,774.93
Total	<u>1,831,042.50</u>	<u>1,831,042.50</u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

Transfers between funds during the year were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$.00	\$ 523,691.21
Special Revenue Funds:		
Roads & Bridges	471,691.21	.00
Coroner	12,000.00	.00
Criminal Court	40,000.00	.00
Total	<u>523,691.21</u>	<u>523,691.21</u>

NOTE 11 – FUND DEFICITS

The following funds have net fund deficits at December 31, 2014:

<u>Fund</u>	<u>Net Deficit</u>
Criminal Court	\$ 129,492.20
Roads and Bridges	246,341.59

Management is aware of the continued deficit which has been decreasing each year in the Criminal Court Fund. Committee members have been charged to recommend a resolution. The deficit in the Roads and Bridges Fund was a result of capital outlay expenditures in the current year and is not anticipated to be an issue in the subsequent year.

NOTE 12 - LITIGATION

The Police Jury is a defendant in three lawsuits for which the outcome cannot be determined at this time. A financial impact is not anticipated with either of these suits.

NOTE 13 - RELATED PARTY TRANSACTIONS

There were no related party transactions that would require disclosure in the accompanying financial statements.

NOTE 14 - SUBSEQUENT EVENTS

There were no events between year-end and June 22, 2015, the date on which these financial statements were available to be issued, that would have a significant impact on them.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ 78,621.00	\$ 78,621.00	\$ 78,621.00	-
Taxes	1,301,166.00	1,301,166.00	1,362,045.32	60,879.32
Franchise fees	10,174.00	10,174.00	10,173.51	(0.49)
Insurance rebates	85,615.00	85,615.00	85,614.52	(0.48)
Licenses and permits	156,626.00	301,126.00	294,803.89	(6,322.11)
Charges for services	184,922.00	184,922.00	155,907.67	(29,014.33)
Rents and other fees	65,924.00	65,924.00	99,708.18	33,784.18
Grants and other contributions	2,321,243.00	2,571,243.00	2,672,827.29	101,584.29
Interest earned	101.00	201.00	182.69	(18.31)
Other revenues	7,521.00	7,521.00	29,377.17	21,856.17
Total Revenues	4,211,913.00	4,606,513.00	4,789,261.24	182,748.24
<u>EXPENDITURES</u>				
General government	634,481.00	779,081.00	724,777.95	54,303.05
Culture and recreation	6,059.00	6,059.00	4,586.94	1,472.06
Economic development	9,588.00	9,588.00	9,587.67	0.33
Health and welfare	186,222.00	186,222.00	187,444.75	(1,222.75)
Public safety	856,323.00	983,323.00	946,623.22	36,699.78
Public works	53,990.21	53,990.21	45,251.55	8,738.66
Debt service	-	-	16,548.42	(16,548.42)
Capital outlay	2,178,281.00	2,428,281.00	2,563,046.90	(134,765.90)
Total Expenditures	3,924,944.21	4,446,544.21	4,497,867.40	(51,323.19)
Excess of Revenues over Expenditures Before Other Financing Sources (Uses)	286,968.79	159,968.79	291,393.84	131,425.05
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers, net	(503,691.00)	(503,691.00)	(523,691.21)	(20,000.21)
Claims	-	(45,500.00)	(45,500.00)	-
Total Other Financing Sources (Uses)	(503,691.00)	(549,191.00)	(569,191.21)	(20,000.21)
Deficiency of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(216,722.21)	(389,222.21)	(277,797.37)	111,424.84
Fund Balances, beginning	1,642,851.77	1,642,851.77	1,642,851.77	-
Fund Balances, ending	1,426,129.56	1,253,629.56	1,365,054.40	111,424.84

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
ROADS & BRIDGES FUND
YEAR ENDED DECEMBER 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ 265,370.00	\$ 265,370.00	\$ 286,564.50	\$ 21,194.50
Taxes	1,543,470.00	1,543,470.00	1,708,045.67	164,575.67
Licenses and permits	5,550.00	5,550.00	5,550.00	-
Interest earned	400.00	400.00	424.10	24.10
Other revenues	8,458.00	8,458.00	8,457.38	(0.62)
Total Revenues	1,823,248.00	1,823,248.00	2,009,041.65	185,793.65
<u>EXPENDITURES</u>				
Public works	1,067,048.00	1,067,048.00	1,029,276.82	37,771.18
Capital outlay	3,825,469.00	3,825,469.00	2,687,774.78	1,137,694.22
Total Expenditures	4,892,517.00	4,892,517.00	3,717,051.60	1,175,465.40
Excess (Deficiency) of Revenues over Expenditures Before Other Financing Sources (Uses)	(3,069,269.00)	(3,069,269.00)	(1,708,009.95)	1,361,259.05
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers, net	471,691.00	471,691.00	471,691.21	0.21
Excess of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(2,597,578.00)	(2,597,578.00)	(1,236,318.74)	1,361,259.26
Fund Balances (Deficit), beginning	989,977.15	989,977.15	989,977.15	-
Fund Balances (Deficit), ending	(1,607,600.85)	(1,607,600.85)	(246,341.59)	1,361,259.26

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE FUND
YEAR ENDED DECEMBER 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	\$ 1,603,468.00	\$ 1,603,468.00	\$ 1,774,983.55	\$ 171,515.55
Interest earned	406.00	406.00	405.77	(0.23)
Total Revenues	1,603,874.00	1,603,874.00	1,775,389.32	171,515.32
<u>EXPENDITURES</u>				
Public works	1,180,860.00	1,180,860.00	1,179,885.00	975.00
Excess of Revenues over Expenditures	423,014.00	423,014.00	595,504.32	170,540.32
Fund Balances, beginning	3,342,509.66	3,342,509.66	3,342,509.66	-
Fund Balances, ending	3,765,523.66	3,765,523.66	3,938,013.98	170,540.32

See Independent Auditors' Report

COMBINING AND INDIVIDUAL FUND STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2014**

	<u>Coroner</u>	<u>Criminal Court</u>	<u>Health Unit</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 3,869.44	\$ 3,447.10	\$ 420,400.77	\$ 427,717.31
Receivables, net:				
Accounts	280.00	12,056.64	-	12,336.64
Taxes	-	-	432,247.63	432,247.63
Due from other govt agencies	-	-	27,307.00	27,307.00
TOTAL ASSETS	4,149.44	15,503.74	879,955.40	899,608.58
<u>LIABILITIES</u>				
Due to other funds	-	144,995.94	7,889.40	152,885.34
Due to other govt agencies	2,729.05	-	-	2,729.05
Total Liabilities	2,729.05	144,995.94	7,889.40	155,614.39
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Unavailable revenue	-	-	26,280.13	26,280.13
<u>FUND BALANCES (DEFICIT)</u>				
Restricted for health unit operations/maintenance	-	-	845,785.87	845,785.87
Committed for:				
Coroner expenses	1,420.39	-	-	1,420.39
Court operations	-	(129,492.20)	-	(129,492.20)
Total Fund Balances (Deficit)	1,420.39	(129,492.20)	845,785.87	717,714.06
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICIT)	4,149.44	15,503.74	879,955.40	899,608.58

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2014**

	<u>Coroner</u>	<u>Criminal Court</u>	<u>Health Unit</u>	<u>Totals</u>
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 40,950.00	\$ 40,950.00
Taxes:				
Ad valorem	-	-	414,631.28	414,631.28
Fines and forfeitures	4,965.22	80,536.76	-	85,501.98
Interest earned	1.39	2.15	78.97	82.51
Total Revenues	4,966.61	80,538.91	455,660.25	541,165.77
<u>EXPENDITURES</u>				
Health and welfare	-	-	142,372.27	142,372.27
Public safety	17,997.55	111,356.76	-	129,354.31
Total Expenditures	17,997.55	111,356.76	142,372.27	271,726.58
Excess (Deficiency) of Revenues over Expenditures Before Other Financing Sources (Uses)	(13,030.94)	(30,817.85)	313,287.98	269,439.19
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers, net	12,000.00	40,000.00	-	52,000.00
Change in Fund Balances	(1,030.94)	9,182.15	313,287.98	321,439.19
Fund Balances (Deficit), beginning	2,451.33	(138,674.35)	532,497.89	396,274.87
Fund Balances (Deficit), ending	1,420.39	(129,492.20)	845,785.87	717,714.06

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SUPPLEMENTARY SCHEDULES AND INFORMATION

**EAST FELICIANA PARISH POLICY JURY
CLINTON, LOUISIANA
SCHEDULE OF CHANGES IN DEPOSITS AND OTHER PAYABLES
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2014**

	<u>Library Tax</u>	<u>Sales Tax</u>	<u>Totals</u>
Deposits, beginning of year	\$ 327,046.47	\$ 225,199.70	\$ 552,246.17
Additions:			
Taxes	387,202.80	3,216,949.53	3,604,152.33
Total Additions	387,202.80	3,216,949.53	3,604,152.33
Reductions:			
Payments to agencies	360,449.25	2,873,868.08	3,234,317.33
Total Reductions	360,449.25	2,873,868.08	3,234,317.33
Deposits, end of year	353,800.02	568,281.15	922,081.17

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2014**

Federal Grantor/Pass-Through Grantor/ Program Title	CFDA Number	Federal Expenditures
<i>Major Programs</i>		
<i>U.S. Department of Housing and Urban Development</i>		
<u>Passed Through</u>		
Division of Administration - Office of Community Development		
Community Development Block Grant	14.228	\$ 2,129,548.65
<i>Non-Major Programs</i>		
<i>U. S. Department of Transportation</i>		
<u>Passed Through</u>		
Louisiana Department of Transportation and Development		
Council on Aging Grant	20.509	132,152.00
<i>U.S. Federal Emergency Management Agency</i>		
<i>Office of Homeland Security</i>		
<u>Passed Through</u>		
Governor's Office of Homeland Security and Emergency Preparedness		
Emergency Management Performance Grant	97.042	40,079.00
State Homeland Security Program	97.073	47,269.25
<i>U.S. Department of Health and Human Services</i>		
<i>Centers for Disease Control and Prevention</i>		
<u>Passed Through</u>		
Louisiana Office of Public Health		
Cities Readiness Initiatives	93.069	16,756.00
		<u>2,365,804.90</u>

**Notes to Schedules of Expenditures of Federal Awards
Year Ended December 31, 2014**

Basis of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of the East Feliciana Parish Police Jury and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*.

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO GOVERNING MEMBERS
YEAR ENDED DECEMBER 31, 2014**

This schedule is presented in accordance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

<u>Name of Police Juror</u>	<u>Amount</u>
District 1-A Dennis Aucoin	\$ 10,428.00
District 1-B Chris Hall	10,428.00
District 2 Edward Brooks, Sr.	10,428.00
District 3 Jason H. McCray	10,428.00
District 4-A Keith Mills	10,428.00
District 4-B Dwight Hill	10,428.00
District 5 Larry Beauchamp	10,428.00
District 6 Karl "Bubba" Chaney	6,492.50
Sean P. Smith	3,418.06
District 7 Louis Kent (President)	<u>11,028.00</u>
Total	<u>93,934.56</u>

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS
AND OTHER PAYMENTS TO AGENCY HEAD
YEAR ENDED DECEMBER 31, 2014**

Agency Head

J. R. Rouchon
Parish Manager

Purpose	Amount
Salary	\$ 57,736
Benefits - retirement	9,671
Benefits - group insurance	6,144
Travel:	
Lodging	719
Per diem	280
Mileage	142
Registration/membership fees	<u>535</u>
Total Compensation, Benefits and Other Payments	<u><u>75,227</u></u>

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF SUBSEQUENT BUDGETS
YEAR ENDING DECEMBER 31, 2015**

	Fund		
	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>
<u>REVENUES</u>			
Intergovernmental	\$ 447,800	\$ 177,400	
Taxes	936,847	1,183,600	1,450,000
Licenses and permits	318,000	-	-
Charges for services	21,850	-	-
Interest earned	16,370	5,400	4,200
Grants and contributions	523,000	250,000	-
Other revenues	112,900	-	50,000
Total Revenues	2,376,767	1,616,400	1,504,200
<u>EXPENDITURES</u>			
General government	825,400	-	-
Culture and recreation	8,400	-	-
Economic development	27,000	-	-
Health and welfare	140,000	-	-
Public safety	967,967	-	-
Public works	158,000	1,616,400	1,414,500
Capital outlay	250,000	-	89,700
Total Expenditures	2,376,767	1,616,400	1,504,200
Change in Fund Balances	-	-	-

See Independent Auditors' Report

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Mr. J. R. Rouchon, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and remaining fund information of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the East Feliciana Parish Police Jury's financial statements, and have issued our report thereon dated June 22, 2015.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the East Feliciana Parish Police Jury's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the East Feliciana Parish Police Jury's internal control. Accordingly, we do not express an opinion on the effectiveness of the East Feliciana Parish Police Jury's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the East Feliciana Parish Police Jury's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance that is required to be reported under *Government Auditing Standards* and is identified in the accompanying schedule of findings and questioned costs as 2014-001.

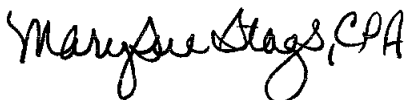
East Feliciana Parish Police Jury's Response to Finding

The East Feliciana Parish Police Jury's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The East Feliciana Parish Police Jury's response was not subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management, others within the agency, the Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA
A Professional Accounting Corporation
Baker, LA
June 22, 2015

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

Mr. J. R. Rouchon, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

Compliance for Each Major Program

We have audited the East Feliciana Parish Police Jury's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the East Feliciana Parish Police Jury's major federal programs for the year ended December 31, 2014. The Organization's major federal programs are identified in the accompanying schedule of federal awards.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on the East Feliciana Parish Police Jury's compliance for each major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the East Feliciana Parish Police Jury's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the East Feliciana Parish Police Jury's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, the East Feliciana Parish Police Jury complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

Report on Internal Control over Compliance

Management of the East Feliciana Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the East Feliciana Parish Police Jury's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the East Feliciana Parish Police Jury's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirement of *OMB Circular A-133*. Accordingly, this report is not suitable for any other purpose.



Mary Sue Stages, CPA
A Professional Accounting Corporation
Baker, LA
June 22, 2015

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2014**

We have audited the basic financial statements of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2014, and have issued our report thereon dated June 22, 2015. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of December 31, 2014, resulted in an unmodified opinion on the primary government only.

Section I Summary of Auditor's Reports

- A. Report on Compliance and Internal Control Material to the Financial Statements
- | | | |
|--------------------------|----------------------------------|-------|
| Compliance/Other Matters | Material to Financial Statements | ■ Yes |
| Internal Control | Deficiency(ies) | ■ No |
| | Material Weaknesses | ■ No |
- B. Federal Awards
- | | | |
|--------------------------|----------------------------------|------|
| Compliance/Other Matters | Material to Financial Statements | ■ No |
| Internal Control | Deficiency(ies) | ■ No |
| | Material Weaknesses | ■ No |
- C. Identification of Major Programs
- Major programs tested included: (1) U.S. Department of Housing and Urban Development, Community Development Block Grant (14.228)
 - Threshold for distinguishing Types A and B program: \$300,000
 - The East Feliciana Parish Police Jury qualifies as a low-risk auditee

Section II Financial Statement Findings

2014-001 Fund Deficits

Criteria. Public bodies should operate in such a manner as to alleviate operating results that result in deficit net assets.

Condition. The Criminal Court Fund has a net deficit of \$129,492.20 at December 31, 2014 (*This is a repeat finding*), and the Roads and Bridges Fund has a net deficit of \$246,341.59.

Impact. The General Fund may be required to utilize its assets to compensate.

Continued

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2014**

Recommendation. We recommend that management continue to monitor the expenditures of these funds and consider further assistance from the General Fund.

Management's Response. During 2015, the Jurors will consider reclassifying the amount provided to the Criminal Court as a transfer to cover any deficits in this fund following research currently being conducted. Because the deficit in the Roads and Bridges Fund was a result of major road overlays during the current year, it is not anticipated that this will be an issue in the subsequent year.

Section III Federal Award Findings and Questioned Costs

N/A

Section IV Management Letter

N/A

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED DECEMBER 31, 2014**

Section I Internal Control and Compliance Material to the Financial Statements

2009-01 Fund Deficits (repeated 2010-2014)	<i>Unresolved; See Finding 2014-001</i>
<i>Recommendation:</i> To continue to manage the expenditures of and consider assistance from General Fund to cover Criminal Court expenses	

Section II Compliance and Internal Control Material to Federal Awards

None

Section III Management Letter

None

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2014**

Section I Compliance and Internal Control Material to the Financial Statements

2014-001 Fund Deficits	<i>Person Responsible.</i> J.R. Rouchon
<i>Recommendation:</i> To continue plans to alleviate fund deficits within a specified time period	<i>Estimated Completion.</i> 2015
<i>Management's Response:</i> A committee was charged with researching options and bringing a recommendation to the board for adoption	

Section II Compliance and Internal Control Material to Federal Awards

N/A

Section III Management Letter

N/A